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DE RUEHSG #0213 0651516 ZNR UUUUU ZZH R 061516Z MAR 09 FM AMEMBASSY SANTIAGO TO RUEHC/SECSTATE WASHDC 4587 INFO RUEHAC/AMEMBASSY ASUNCION 3829 RUEHBO/AMEMBASSY BOGOTA 2327 RUEHBU/AMEMBASSY BUENOS AIRES 1340 RUEHBR/AMEMBASSY BRASILIA 0737 RUEHCV/AMEMBASSY CARACAS 1977 RUEHPE/AMEMBASSY LIMA 6027 RUEHMN/AMEMBASSY MONTEVIDEO 4276 RUEHQT/AMEMBASSY QUITO 2203 RUEAIIA/CIA WASHDC RHEFDIA/DIA WASHDC RHEHNSC/NSC WASHDC RUEATRS/DEPT OF TREASURY WASHDC RUCPDOC/DEPT OF COMMERCE WASHDC

UNCLAS SANTIAGO 000213

SIPDIS

STATE FOR R/MR, I/PP, WHA/BSC, WHA/PDA, INR/IAA

E.O. 12958: N/A

TAGS: KMDR KPAO PGOV ECON PREL SNAR EFIN CI SUBJECT: CHILE MEDIA REPORT - MARCH 6

Leading Stories

11. The government is open to implementing yet another economic reactivation plan given the most recent economic statistics, which show the lowest growth rates in the last ten years. Adimark survey shows a 58% rate of approval for President Bachelet, the highest since 2006.

U.S.-Related News

¶2. OAS Secretary General Jose Miguel Insulza stated in Montevideo the need to resolve the 1962 resolution that excluded Cuba from the organization and said he was party to facilitating a rapprochement between Cuba and the United States (El Mercurio, 3/6).

¶3. A 63-year old American tourist committed suicide by jumping off the cruise ship "Carnival Splendid" in northern Chile. The tourist was traveling with his wife and disappeared overnight. He left a letter. Two Chilean Navy ships and a helicopter are searching for the body in a 1,000 square kilometer area. The cruise ship also assisted, but today continued its trip further north (All dailies, 3/6).

Benefit of FTAs

14. Foreign Affairs International Economic Relations General Director Carlos Furche believes that the free trade agreements signed by Chile will help shield the country from protectionist policies that tend to emerge during difficult financial times such as today's crisis. Furche said these accords provide the framework for ad hoc committees to resolve an array of specific issues and also generate "a capital of mutual trust" that is valuable in hard times (El Mercurio, conservative, influential newspaper-of-record, circ. 129,000, 3/6).

Favorable Polling

15. Adimark poll shows that Bachelet has a 58% approval rating. This is the highest level since April 2006. The survey also indicates an improvement in the perception of all the president's personal attributes: leadership--62.5%; beloved--82.2%; and her ability to face crisis--69.5%. 54% agree with how she and her financial team are managing the economy. Foreign Affairs Minister Foxley was again among the best rated ministers. But the highest increase was for Finance Minister Andres Velasco, whose approval had been gradually increasing (La Tercera, conservative, independent,

circ. 101,000; La Nacion, government-owned, editorially independent, circ, $4,200,\ 3/6$).

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